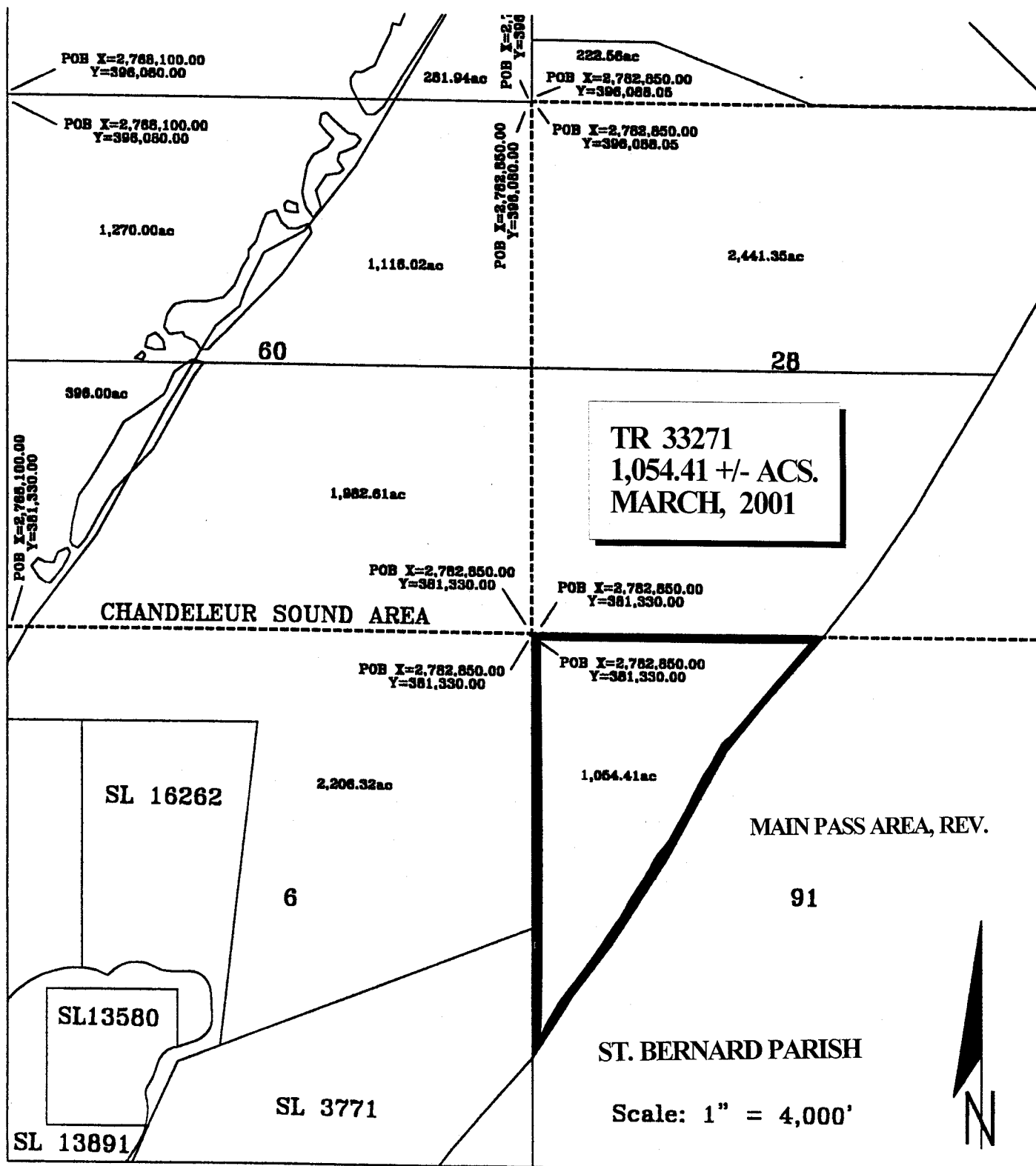


refund of excessive payment. The successful bidder will be notified of the determinations by the staff and given an opportunity to view the bid area acreage, configuration and location as it has been specifically determined. If all or a portion of the bid area is unleaseable due to overlap of an existing lease, the successful bidder will be given an opportunity to accept or reject a new lease on that portion of the bid area which is not unleaseable. If rejected, the bid and all monies accompanying the bid will be returned to the successful bidder and no lease will be issued. In all other cases a new lease will be issued and any additional per acre bonus/rental 10% administration fee or \$10 and \$5 per acre fees due as a result of staff determination of more State acreage in the bid area than determined by the successful bidder will be paid prior to the lease being issued. A determination of less State acreage in the bid area will result in a return to the successful bidder of any overpayment.

NOTE: The State of Louisiana does hereby reserve, and this lease shall be subject to, the imprescriptible right of surface use in the nature of a servitude in favor of the Department of Natural Resources including its Offices and Commissions, for the sole purpose of implementing, constructing, servicing and maintaining approved coastal zone management and/or restoration projects. Utilization of any and all rights derived under this lease by the mineral lessee, its agents, successors or assigns, shall not interfere with nor hinder the reasonable surface use by the Department of Natural Resources, its Offices or Commissions, as hereinabove reserved.

Applicant: Cypress Energy Corporation

Bidder	Cash Payment	Price / Acre	Rental	Oil	Gas	Other



**TRACT 33272 - PORTION OF BLOCK 51, BRETON SOUND AREA, Plaquemines Parish
Louisiana**

That portion of Block 51, Breton Sound Area, Plaquemines Parish, Louisiana belonging to the State of Louisiana and not under mineral lease on March 1 2001, described as follows: Beginning at the Southeast corner of Block 5 Breton Sound Area, said point having Coordinates of X = 2,679,600.00 and Y = 278,080.00; thence West 14,750.00 feet on and along the South line of Block 51, Breton Sound Area, to the Southwest corner of said Block, having Coordinates of X = 2,664,850.00 and Y = 278,080.00; thence North 7,375.00 feet on and along the West line of said Block 51, Breton Sound Area, to a point having Coordinates of X = 2,664,850.00 and Y = 285,455.00; thence East 5,912.60 feet to a point on a Western boundary of State of Louisiana - State Lease No. 16890, said point having Coordinates of X = 2,670,762.60 and Y = 285,455.00; thence on and along the Western, Southern and Eastern boundaries of said State of Louisiana - State Lease No. 16890 the following courses and distances, to-wit: South 05 degrees 15 minutes 21 seconds East 1,390.85 feet to a point having Coordinates of X = 2,670,890.00 and Y = 284,070.00; South 87 degrees 28 minutes 59 seconds East 1,821.76 feet to a point having Coordinates of X = 2,672,710.00 and Y = 283,990.00; and North 31 degrees 15 minutes 54 seconds East 1,725.59 feet to a point having Coordinates of X = 2,673,621.83 and Y = 285,455.00; thence East 5,978.17 feet to a point on the East line of said Block 51, Breton Sound Area, said point having Coordinates of X = 2,679,600.00 and Y = 285,455.00; thence South 7,375.00 feet on and along said East line of said Block 51, Breton Sound Area, to the point of beginning, containing approximately **2,420.38 acres**, as shown outlined in red on a plat on file in the Office of Mineral Resources, Department of Natural Resources, as provided by the applicant. All bearings, distances and coordinates are based on Louisiana Coordinate System of 1927 (South Zone).

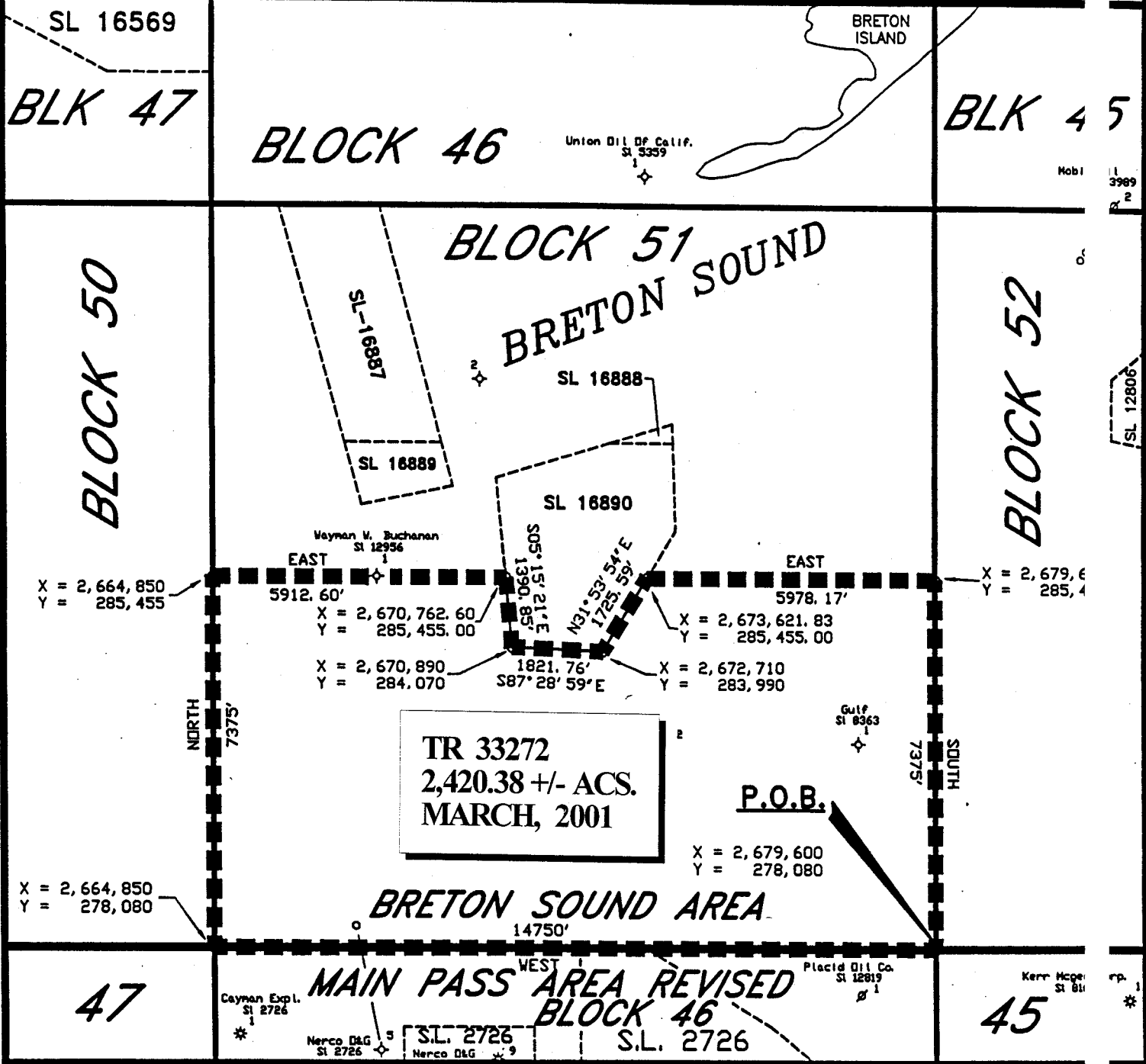
NOTE: The boundary description and plat for this tract as shown and advertised were supplied by the nominating party and have not been checked for accuracy by the staff of the Office of Mineral Resources. Anything which may affect the acreage, the shape or the location of the tract, such as non-closure of or incorrect X, Y coordinates of title disputed acreage, or which may affect the status of the tract for leasing, such as overlap of prior leases or nominated tracts, or which may affect potential operations on leases taken, such as inclusion in areas under the jurisdiction of the Department of Wildlife and Fisheries, will not be specifically determined unless and until a bid on this tract is accepted by the Mineral Board; which bid will be accepted on a per acre basis and which acceptance will be conditional upon such specific determinations being made. Once a bid is conditionally accepted by the Mineral Board, the staff will within a period following the date of the lease sale, determine the acreage, shape and location of the potential lease area of the tract, the status for leasing of all or any portion thereof, and all conditions which may affect potential operations thereon. These determinations may render all or a portion of the bid area unleaseable or may increase or decrease the State claimed acreage such that the total bonus/rental ultimately required may either exceed the bonus/rental paid at the lease sale, which will require additional payment by the successful bidder, or allow the successful bidder a refund of excessive payment. The successful bidder will be notified

of the determinations by the staff and given an opportunity to view the bid area acreage, configuration and location as it has been specifically determined. If all or a portion of the bid area is unleaseable due to overlap of an existing lease, the successful bidder will be given an opportunity to accept or reject a new lease on that portion of the bid area which is not unleaseable. If rejected, the bid and all monies accompanying the bid will be returned to the successful bidder and no lease will be issued. In all other cases a new lease will be issued and any additional per acre bonus/rental 10% administration fee or \$10 and \$5 per acre fees due as a result of staff determination of more State acreage in the bid area than determined by the successful bidder will be paid prior to the lease being issued. A determination of less State acreage in the bid area will result in a return to the successful bidder of any overpayment.

NOTE: The State of Louisiana does hereby reserve, and this lease shall be subject to, the imprescriptible right of surface use in the nature of a servitude in favor of the Department of Natural Resources including its Offices and Commissions, for the sole purpose of implementing, constructing, servicing and maintaining approved coastal zone management and/or restoration projects. Utilization of any and all rights derived under this lease by the mineral lessee, its agents, successors or assigns, shall not interfere with nor hinder the reasonable surface use by the Department of Natural Resources, its Offices or Commissions, as hereinabove reserved.

Applicant: Robert A. Schroeder, Inc.

Bidder	Cash Payment	Price / Acre	Rental	Oil	Gas	Other



LOCATED IN
BLOCK 51
BRETON SOUND AREA
PLAQUEMINES PARISH, LOUISIANA
SCALE 1" = 3000' NOV. 20, 2000

ALL COORDINATES, BEARINGS AND DISTANCES
ARE GRID, AND ARE ON THE LOUISIANA
LAMBERT PLANE COORDINATE SYSTEM,
SOUTH ZONE, 1927 NORTH AMERICAN
DATUM.



TRACT 33273 - PORTION OF BLOCK 52, BRETON SOUND AREA, Plaquemines Parish, Louisiana

That portion of Block 52, Breton Sound Area, Plaquemines Parish, Louisiana, belonging to the State of Louisiana and not under mineral lease on March 1, 2001, described as follows: Beginning at the Southwest corner of Block 52, Breton Sound Area, having Coordinates of X = 2,679,600.00 and Y = 278,080.00; thence North 7,375.00 feet along the West line of said Block 52 to a point having Coordinates of X = 2,679,600.00 and Y = 285,455.00; thence East 14,750.00 feet to a point on the East line of said Block 52 having Coordinates of X = 2,694,350.00 and Y = 285,455.00; thence South 7,375.00 feet along said East line of said Block 52 to a point on the South line of said Block 52 having Coordinates of X = 2,694,350.00 and Y = 278,080.00; thence West 14,750.00 feet along said South line of said Block 52 to the point of beginning, containing approximately **2,497.27 acres**, as shown outlined in red on a plat on file in the Office of Mineral Resources, Department of Natural Resources, as provided by the applicant. All bearings, distances and coordinates are based on Louisiana Coordinate System of 1983 (South Zone).

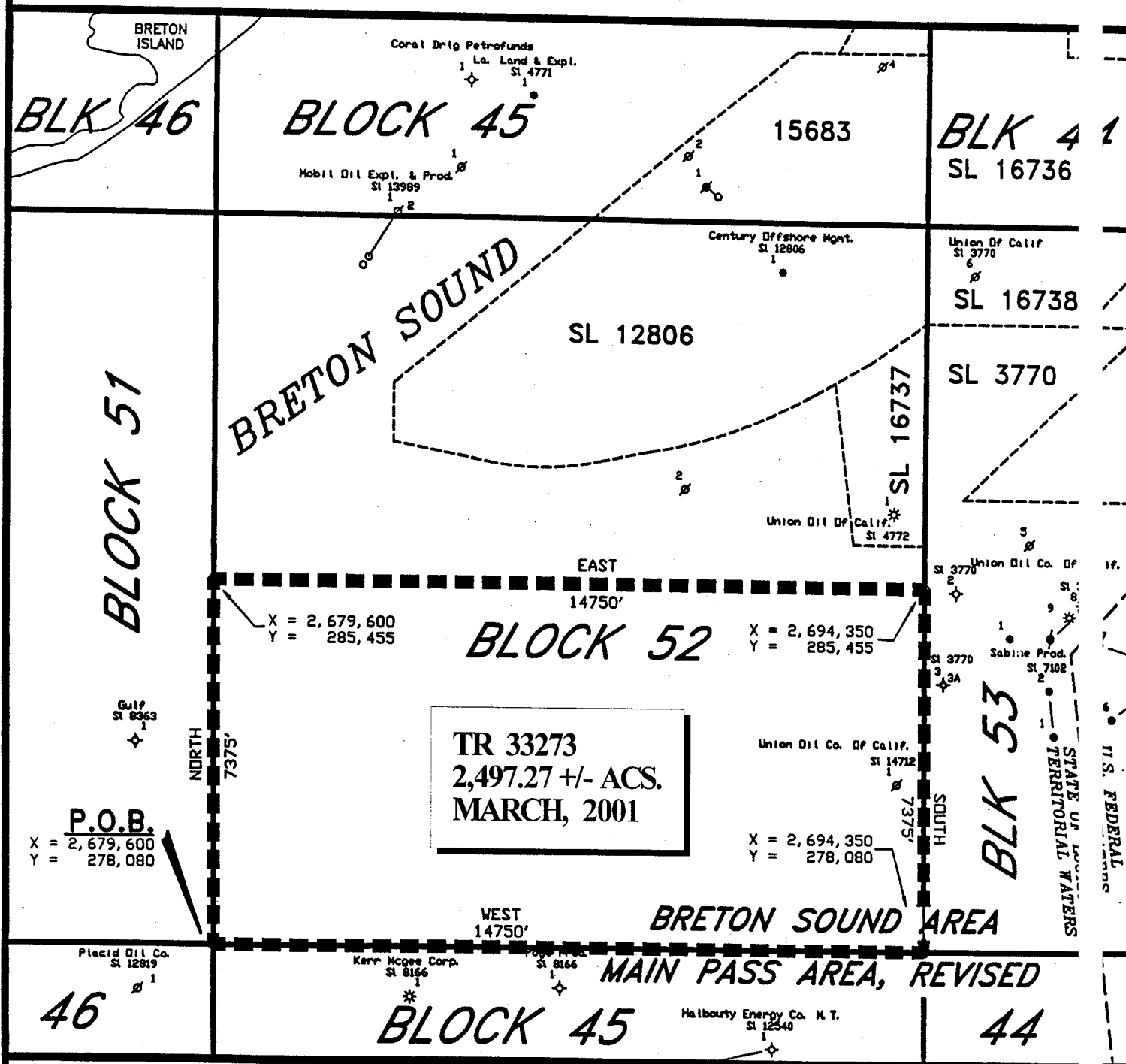
NOTE: The boundary description and plat for this tract as shown and advertised were supplied by the nominating party and have not been checked for accuracy by the staff of the Office of Mineral Resources. Anything which may affect the acreage, the shape or the location of the tract, such as non-closure of or incorrect X, Y coordinates of title disputed acreage, or which may affect the status of the tract for leasing, such as overlap of prior leases or nominated tracts, or which may affect potential operations on leases taken, such as inclusion in areas under the jurisdiction of the Department of Wildlife and Fisheries, will not be specifically determined unless and until a bid on this tract is accepted by the Mineral Board; which bid will be accepted on a per acre basis and which acceptance will be conditional upon such specific determinations being made. Once a bid is conditionally accepted by the Mineral Board, the staff will, within a period following the date of the lease sale, determine the acreage, shape and location of the potential lease area of the tract, the status for leasing of all or any portion thereof, and any conditions which may affect potential operations thereon. These determinations may render all or a portion of the bid area unleaseable or may increase or decrease the State claimed acreage such that the total bonus/rental ultimately required may either exceed the bonus/rental paid at the lease sale, which will require additional payment by the successful bidder, or allow the successful bidder a refund of excessive payment. The successful bidder will be notified of the determinations by the staff and given an opportunity to view the bid area acreage, configuration and location as it has been specifically determined. If all or a portion of the bid area is unleaseable due to overlap of an existing lease, the successful bidder will be given an opportunity to accept or reject a new lease on that portion of the bid area which is not unleaseable. If rejected, the bid and all monies accompanying the bid will be returned to the successful bidder and no lease will be issued. In all other cases a new lease will be issued and any additional per acre bonus/rental 10% administration fee or \$10 and \$5 per acre fees due as a result

of staff determination of more State acreage in the bid area than determined by the successful bidder will be paid prior to the lease being issued. A determination of less State acreage in the bid area will result in a return to the successful bidder of any overpayment.

NOTE: The State of Louisiana does hereby reserve, and this lease shall be subject to, the imprescriptible right of surface use in the nature of a servitude in favor of the Department of Natural Resources, including its Offices and Commissions, for the sole purpose of implementing, constructing, servicing and maintaining approved coastal zone management and/or restoration projects. Utilization of any and all rights derived under this lease by the mineral lessee, its agents, successors or assigns, shall not interfere with nor hinder the reasonable surface use by the Department of Natural Resources, its Offices or Commissions, as hereinabove reserved.

Applicant: Robert A. Schroeder, Inc.

Bidder	Cash Payment	Price / Acre	Rental	Oil	Gas	Other



LOCATED IN
BLOCK 52
BRETON SOUND AREA
PLAQUEMINES PARISH, LOUISIANA
SCALE 1" = 3000' NOV. 20, 2000

ALL COORDINATES, BEARINGS AND DISTANCES
ARE GRID, AND ARE ON THE LOUISIANA
LAMBERT PLANE COORDINATE SYSTEM,
SOUTH ZONE, 1927 NORTH AMERICAN
DATUM.

